

**GENTING INTERNATIONAL PUBLIC LIMITED COMPANY**  
(Incorporated in the Isle of Man with limited liability No. 24706C)

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS**

- 1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED INCOME STATEMENT**

**For the year ended 31 December 2007**

	Year ended 31 December		
	2007	2006	Change
	S\$'000	S\$'000	%
<b>Revenue</b>	<b>749,400</b>	<b>292,906</b>	<b>&gt;100</b>
Cost of sales	(630,564)	(196,806)	>100
<b>Gross profit</b>	<b>118,836</b>	<b>96,100</b>	<b>24</b>
Other operating income	3,787	54,089	(93)
Fair value gain on derivative financial instruments	83,034	-	NM
Fair value loss on financial assets at fair value through profit or loss	(1,160)	(26,945)	(96)
Impairment loss on intangible assets	(472,655)	-	NM
Administrative expenses	(34,851)	(21,142)	65
Selling and distribution expenses	(893)	(312)	>100
Other operating expenses	(15,228)	(16,129)	(6)
	<b>(319,130)</b>	<b>85,661</b>	<b>(&gt;100)</b>
Finance costs	(99,388)	(15,629)	>100
Share of results of jointly controlled entities	(3,028)	(2,061)	47
<b>(Loss)/profit from ordinary activities before taxation</b>	<b>(421,546)</b>	<b>67,971</b>	<b>(&gt;100)</b>
Taxation	38,718	(10,036)	(>100)
<b>(Loss)/profit from ordinary activities after taxation</b>	<b>(382,828)</b>	<b>57,935</b>	<b>(&gt;100)</b>
<b>Attributable to:</b>			
Equity holders of the Company	(381,450)	56,909	(>100)
Minority interest	(1,378)	1,026	(>100)
	<b>(382,828)</b>	<b>57,935</b>	<b>(&gt;100)</b>
<b>(Loss)/earnings per share attributable to equity holders of the Company</b>			
- basic	(5.08) cents	0.92 cents	
- diluted	(5.51) cents	0.91 cents	

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Included in (loss)/profit from ordinary activities before taxation are the following charges and credits:

	<b>Year ended</b>		<b>Change</b>
	<b>31 December</b>		
	<b>2007</b>	<b>2006</b>	
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
<u>(Charges)/credits</u>			
Property, plant and equipment:			
- Depreciation	(39,631)	(10,707)	>100
- Gain on disposal	495	27	>100
- Written off	-	(8)	(100)
Amortisation of intangible assets	(28)	(28)	0
Reversal of gain on dilution of interest in subsidiary	-	(1,262)	(100)
Share options expense	(532)	(1,488)	(64)
Net bad debts written off	(3,886)	(10,141)	(62)
Interest expenses	(99,388)	(15,629)	>100
Provision for retirement gratuities	(397)	(308)	29
Fair value gain on derivative financial instruments	83,034	-	NM
Fair value loss on financial assets at fair value through profit or loss	(1,160)	(26,945)	(96)
Impairment loss on intangible assets	(472,655)	-	NM
Writeback of/(impairment losses on) available-for-sale financial assets	544	(137)	(>100)
Impairment loss on receivables	-	(59)	(100)
Excess of acquirer's interest in the fair value of acquiree's identifiable net assets over cost	-	2,524	(100)
Net exchange (losses)/gains:			
- repayment of intercompany loan previously recognised in equity	-	21,081	(100)
- others	(2,590)	30,060	(>100)
Dividend income	202	14,595	(99)
Interest income	25,184	24,499	3
(Under)/over accrual of taxation in prior years			
- current tax	(404)	(1,511)	(73)
- deferred tax	7,897	-	NM

NM: Not meaningful

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**1(b)(i) Balance sheets (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

**BALANCE SHEETS**

**AS AT 31 DECEMBER 2007**

	Group		Company	
	31/12/2007 S\$'000	31/12/2006 S\$'000	31/12/2007 S\$'000	31/12/2006 S\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	805,642	459,177	117	173
Prepaid lease payments	615,500	-	-	-
Associate and jointly controlled entities	6,644	127	-	-
Financial assets at fair value through profit or loss	6,419	6,209	-	-
Available-for-sale financial assets	11,037	8,462	-	-
Investment in subsidiaries	-	-	757,003	752,436
Amount due from subsidiaries	-	-	1,937,602	245,911
Amount due from jointly controlled entity	40,010	-	-	-
Intangible assets	1,889,157	2,326,047	-	-
Retirement benefit asset	2,354	1,815	-	-
Deferred tax assets	203	93	-	-
	<b>3,376,966</b>	<b>2,801,930</b>	<b>2,694,722</b>	<b>998,520</b>
<b>Current assets</b>				
Inventories	5,015	5,083	-	-
Trade and other receivables	47,275	104,109	21,969	6,771
Tax recoverable	491	1,132	-	157
Financial assets at fair value through profit or loss	4,781	6,321	-	-
Available-for-sale financial assets	110,324	-	-	-
Restricted cash	70,989	41,759	-	-
Deposits, cash and bank balances	1,682,257	535,849	1,559,924	419,605
	<b>1,921,132</b>	<b>694,253</b>	<b>1,581,893</b>	<b>426,533</b>
<b>Less: Current liabilities</b>				
Trade and other payables	219,735	178,915	75,909	310,835
Short term borrowings	370,461	1,117,831	-	-
Derivative financial instruments	57,209	-	57,209	-
Taxation	11,851	-	301	-
	<b>659,256</b>	<b>1,296,746</b>	<b>133,419</b>	<b>310,835</b>
<b>Net current assets/(liabilities)</b>	<b>1,261,876</b>	<b>(602,493)</b>	<b>1,448,474</b>	<b>115,698</b>
<b>Total assets less current liabilities</b>	<b>4,638,842</b>	<b>2,199,437</b>	<b>4,143,196</b>	<b>1,114,218</b>

**GENTING INTERNATIONAL PUBLIC LIMITED COMPANY**  
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	Group		Company	
	31/12/2007 S\$'000	31/12/2006 S\$'000	31/12/2007 S\$'000	31/12/2006 S\$'000
<b>EQUITY AND NON-CURRENT LIABILITIES</b>				
Share capital	1,457,449	908,560	1,457,449	908,560
Share premium	2,168,173	357,195	2,183,241	374,082
Exchange translation reserve	51,701	(40,192)	90	(90,366)
Other reserves	6,624	10,279	8,182	8,314
(Accumulated losses)/retained earnings	(284,989)	102,233	82,920	(86,467)
Attributable to equity holders of the Company	3,398,958	1,338,075	3,731,882	1,114,123
Minority interest	4	15,359	-	-
<b>Total equity</b>	<b>3,398,962</b>	<b>1,353,434</b>	<b>3,731,882</b>	<b>1,114,123</b>
<b>Non-current liabilities</b>				
Long term borrowings	775,086	319,480	411,214	-
Other long term liability	4,577	10,203	-	-
Deferred taxation	458,722	515,151	-	-
Provision for retirement gratuities	1,495	1,169	100	95
	<b>1,239,880</b>	<b>846,003</b>	<b>411,314</b>	<b>95</b>
<b>Total equity and non-current liabilities</b>	<b>4,638,842</b>	<b>2,199,437</b>	<b>4,143,196</b>	<b>1,114,218</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities**

Amount repayable in one year or less, or on demand

As at 31 December 2007		As at 31 December 2006	
Secured *	Unsecured	Secured *	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
2,681	367,780	4,707	1,113,124

Amount repayable after one year

As at 31 December 2007		As at 31 December 2006	
Secured *	Unsecured	Secured *	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
25,514	749,572	1,815	317,665

\* These borrowings are effectively secured against leased assets and/or certain deposits.

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1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED CASH FLOW STATEMENT**

**For the year ended 31 December 2007**

	Notes	Year ended 31 December	
		2007 S\$'000	2006 S\$'000
<b>Net cash inflow from operating activities</b>	A	<b>106,782</b>	<b>336,720</b>
<b>Investing activities</b>			
Disposal of business operations, net of cash and cash equivalents	B	(6,891)	-
Acquisition of subsidiary, net of cash	C	-	(1,486,972)
Acquisition of licence		-	(8,531)
Advances to jointly controlled entities		(13,436)	(19,622)
Prepaid lease payments		(599,613)	-
Additional costs on acquisition of subsidiary		(10,770)	-
Property, plant & equipment:			
- proceeds from disposal		5,739	117
- purchases		(357,741)	(28,394)
Purchase of shares from minority shareholders		(256,129)	(24,116)
Available-for-sale financial assets			
- shareholders' loan		(1,723)	(2,872)
- purchases		(111,860)	-
Purchase of intangible asset		(2,040)	-
Purchase of investment in an associate		(11,502)	-
Proceeds from disposal of investment in an associate		11,465	-
Dividend income received		181	13,135
<b>Net cash outflow from investing activities</b>		<b>(1,354,320)</b>	<b>(1,557,255)</b>
<b>Financing activities</b>			
Net proceeds from issuance of shares		2,143,588	35,291
Net proceeds from issuance of convertible bonds		865,825	-
Proceeds from borrowings		29,572	1,088,601
Subscription of shares in a subsidiary by minority shareholders		165,938	9,063
Dividend paid by a subsidiary to its minority shareholders		-	(1,462)
Interest paid		(73,409)	(4,482)
Repayment of borrowings		(735,794)	(16,808)
<b>Net cash inflow from financing activities</b>		<b>2,395,720</b>	<b>1,110,203</b>
<b>Increase/(decrease) in cash and cash equivalents</b>		<b>1,148,182</b>	<b>(110,332)</b>
<b>Analysis of cash and cash equivalents</b>			
<b>At beginning of financial year</b>		<b>535,136</b>	<b>661,601</b>
Net inflow/(outflow)		1,148,182	(110,332)
Effects of exchange rate changes		(1,061)	(16,133)
<b>At end of financial year</b>		<b>1,682,257</b>	<b>535,136</b>

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**CONSOLIDATED CASH FLOW STATEMENT (CONT'D)**

	Year ended	
	31 December	2006
	2007	2006
	S\$'000	S\$'000
<b>Represented by:</b>		
<b>Deposits, cash and bank balances</b>	<b>1,682,257</b>	<b>535,849</b>
<b>Bank overdraft</b>	<b>-</b>	<b>(713)</b>
	<b>1,682,257</b>	<b>535,136</b>

**Notes:**

**A Cash flows from operating activities**

(Loss)/profit from ordinary activities after taxation	(382,828)	57,935
Adjustments for:		
Share options expense	532	1,488
Amortisation of intangible assets	28	28
Amortisation of borrowing costs	1,778	-
Net bad debts written off	3,886	10,141
(Writeback of)/impairment loss - intangible assets	472,655	-
- available-for-sale financial assets	(544)	137
- receivables	-	59
Share of results of jointly controlled entities	3,028	2,061
Property, plant and equipment:		
- depreciation	39,631	10,707
- gain on disposal	(495)	(27)
- written off	-	8
Reversal of gain on dilution of interest in subsidiary	-	1,262
Fair value gain on derivative financial instruments	(83,034)	-
Fair value loss on financial assets at fair value through profit or loss	1,160	26,945
Excess of acquirer's interest in the fair value of acquiree's identifiable net assets over cost	-	(2,524)
Provision for retirement gratuities	397	308
Taxation	(38,718)	10,036
Dividend income	(202)	(14,595)
Interest income	(25,184)	(24,499)
Interest expenses	99,388	15,629
	<b>474,306</b>	<b>37,164</b>
	<b>91,478</b>	<b>95,099</b>
<b>Changes in working capital:</b>		
Increase in inventories	(73)	(366)
Decrease in financial assets at fair value through profit or loss	-	262,406
Increase in trade and other receivables	(27,647)	(15,596)
Increase/(decrease) in trade and other payables	11,822	(18,927)
	<b>(15,898)</b>	<b>227,517</b>
<b>Cash generated from operating activities</b>	<b>75,580</b>	<b>322,616</b>
Interest received	24,135	24,499
Taxation paid	(2,596)	(10,478)
Taxation refund	9,734	83
Retirement gratuities paid	(71)	-
<b>Net cash inflow from operating activities</b>	<b>106,782</b>	<b>336,720</b>

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**B Disposal of business operation, net of cash**

Genting Stanley plc (formerly known as Stanley Leisure plc) ("Genting Stanley"), an indirect wholly-owned subsidiary of the Company had on 22 March 2007 completed the disposal of its 50% interest in international betting operations for a cash consideration of S\$3.3 million (£1.0 million). The disposal was deemed effective from 1 January 2007. In addition to the basic consideration of S\$3.3 million, Genting Stanley is entitled to a share of the after tax profits from this disposed unit over the next three years, subject to a maximum aggregate of approximately S\$15.0 million (£5.0 million). For 2007, the share of profits will be one-third followed by 25% and 20% of the after tax profits respectively for 2008 and 2009.

Details of carrying values of net assets of the international betting operation disposed of are as follows:

	<b>S\$'000</b>
Property, plant and equipment	5,697
Jointly controlled entities	584
Intangible assets	3,666
Trade and other receivables	12,395
Cash and bank balances	10,254
Trade and other payables	(23,513)
Taxation	391
Deferred taxation	180
Minority interest	(6,291)
Total net assets disposed / disposal proceeds	<u>3,363</u>
Less: Cash and cash equivalents disposed	<u>(10,254)</u>
<b>Cash flow on disposal, net of cash and cash equivalents disposed</b>	<b><u>(6,891)</u></b>

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**C Acquisition of subsidiary, net of cash**

On 15 September 2006, Genting International Investment (UK) Limited (“GIUK”) made a recommended cash offer to acquire the entire issued share capital of Genting Stanley not already owned by the Group, at 860 pence per share. As at 6 October 2006, the offer became unconditional in all respects. Genting Stanley subsequently became a wholly-owned subsidiary of the Group.

The fair values of the identifiable assets and liabilities as of 6 October 2006 which were provisional as at 31 December 2006 had been finalised upon the completion of the purchase price allocation exercise and adjusted retrospectively (Note 5b).

Details of the identifiable assets and liabilities were as follows:

	Provisional fair value S\$'000	Final fair value S\$'000	Acquiree's carrying amount S\$'000
Property, plant and equipment	466,331	406,926	522,497
Intangible assets	1,363,763	1,447,968	785,287
Jointly controlled entities	17,946	17,946	17,946
Retirement benefit assets	1,782	1,782	1,782
Inventories	4,470	4,470	4,470
Trade and other receivables	54,466	54,466	54,466
Cash and bank balances	52,126	52,126	52,261
Trade and other payables	(102,356)	(102,356)	(102,356)
Bank overdrafts and borrowings	(333,623)	(333,623)	(333,623)
Taxation	(5,797)	(5,797)	(5,797)
Deferred tax liabilities	(500,270)	(496,215)	(276,921)
Minority interest in equity	(6,583)	(6,583)	(6,583)
Total net assets acquired	1,012,255	1,041,110	713,429
Goodwill arising on acquisition	808,931	790,682	
Net assets acquired	1,821,186	1,831,792	
Less: Cash and cash equivalents acquired	(52,126)	(52,126)	
<b>Total net assets acquired, net of cash and cash equivalents</b>	1,769,060	1,779,666	
Less: Carrying amount of the Group's equity interest in Genting Stanley prior to the Group acquiring control of Genting Stanley	(282,088)	(282,088)	
Less: Unpaid acquisition costs	-	(10,606)	
<b>Net cash outflow from acquisition</b>	1,486,972	1,486,972	

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**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

**Statements of Changes in Equity**

	Attributable to equity holders of the Company								Minority Interest	Total
	Share Capital	Share premium	Share options reserve	Equity portion of cash flow hedge in jointly controlled entity	Fair value reserve	Exchange translation reserve	Retained earnings /(Accumulated losses)	Subtotal		
<u>Group</u>	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>As at 1 January 2007</b>	<b>908,560</b>	<b>357,195</b>	<b>8,314</b>	<b>1,965</b>	<b>-</b>	<b>(40,192)</b>	<b>102,233</b>	<b>1,338,075</b>	<b>15,359</b>	<b>1,353,434</b>
Issuance of shares	632,530	1,867,744	-	-	-	-	-	2,500,274	-	2,500,274
Share options expense	-	-	532	-	-	-	-	532	-	532
Cost of share issuance	-	(23,437)	-	-	-	-	-	(23,437)	-	(23,437)
Disposal of business operation	-	-	-	-	-	-	-	-	(6,291)	(6,291)
Subscription of shares in subsidiary	-	-	-	-	-	-	-	-	165,938	165,938
Purchase of additional shares from minority interest	-	-	-	-	-	-	-	-	(173,565)	(173,565)
Effects of change in functional currency	(83,641)	(33,329)	(664)	(34)	-	123,440	(5,772)	-	-	-
Equity share of cash flow hedge	-	-	-	(644)	-	-	-	(644)	-	(644)
Fair value loss on available-for-sale financial assets	-	-	-	-	(2,845)	-	-	(2,845)	-	(2,845)
Exchange differences	-	-	-	-	-	(31,547)	-	(31,547)	(59)	(31,606)
Net income recognised directly in equity	-	-	-	(644)	(2,845)	(31,547)	-	(35,036)	(59)	(35,095)
Net loss	-	-	-	-	-	-	(381,450)	(381,450)	(1,378)	(382,828)
Total recognised income and expenses	-	-	-	(644)	(2,845)	(31,547)	(381,450)	(416,486)	(1,437)	(417,923)
<b>As at 31 December 2007</b>	<b>1,457,449</b>	<b>2,168,173</b>	<b>8,182</b>	<b>1,287</b>	<b>(2,845)</b>	<b>51,701</b>	<b>(284,989)</b>	<b>3,398,958</b>	<b>4</b>	<b>3,398,962</b>

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<u>Group</u>	Attributable to equity holders of the Company							Minority Interest	Total
	Share Capital	Share premium	Share options reserve	Equity portion of cash flow hedge in jointly controlled entity	Exchange translation reserve	Retained earnings	Subtotal		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>As at 1 January 2006</b>	<b>908,560</b>	<b>357,195</b>	<b>6,826</b>	-	<b>(21,366)</b>	<b>45,324</b>	<b>1,296,539</b>	<b>15,843</b>	<b>1,312,382</b>
Share options expense	-	-	1,488	-	-	-	1,488	-	1,488
Acquisition of additional interest in a subsidiary company	-	-	-	-	-	-	-	(15,833)	(15,833)
Acquisition of subsidiary	-	-	-	-	-	-	-	6,583	6,583
Dividend paid by a subsidiary	-	-	-	-	-	-	-	(1,462)	(1,462)
Subscription of shares in subsidiary	-	-	-	-	-	-	-	9,063	9,063
Realisation of foreign currency gain on repayment of intercompany loan previously recognised in equity	-	-	-	-	(21,081)	-	(21,081)	-	(21,081)
Equity share of cash flow hedge	-	-	-	1,965	-	-	1,965	-	1,965
Exchange differences recognised directly in equity	-	-	-	-	2,255	-	2,255	139	2,394
Net income recognised directly in equity	-	-	-	1,965	2,255	-	4,220	139	4,359
Net profit	-	-	-	-	-	56,909	56,909	1,026	57,935
Total recognised income and expenses	-	-	-	1,965	2,255	56,909	61,129	1,165	62,294
<b>As at 31 December 2006</b>	<b>908,560</b>	<b>357,195</b>	<b>8,314</b>	<b>1,965</b>	<b>(40,192)</b>	<b>102,233</b>	<b>1,338,075</b>	<b>15,359</b>	<b>1,353,434</b>

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<u>Company</u>	Attributable to equity holders of the Company					Total
	Share capital	Non-distributable			(Accumulated losses)/Retained earnings	
		Share premium	Share options reserve	Exchange translation reserve		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>As at 1 January 2007</b>	<b>908,560</b>	<b>374,082</b>	<b>8,314</b>	<b>(90,366)</b>	<b>(86,467)</b>	<b>1,114,123</b>
Issuance of shares	632,530	1,867,744	-	-	-	2,500,274
Cost of share issuance	-	(23,437)	-	-	-	(23,437)
Share options expense	-	-	532	-	-	532
Effects of change in functional currency	(83,641)	(35,148)	(664)	110,063	9,390	-
Exchange differences recognised directly in equity	-	-	-	(19,607)	-	(19,607)
Net profit	-	-	-	-	159,997	159,997
Total recognised income and expenses	-	-	-	(19,607)	159,997	140,390
<b>As at 31 December 2007</b>	<b>1,457,449</b>	<b>2,183,241</b>	<b>8,182</b>	<b>90</b>	<b>82,920</b>	<b>3,731,882</b>
<b>As at 1 January 2006</b>	<b>908,560</b>	<b>374,082</b>	<b>6,826</b>	<b>(2,589)</b>	<b>(97,791)</b>	<b>1,189,088</b>
Share options expense	-	-	1,488	-	-	1,488
Exchange differences recognised directly in equity	-	-	-	(87,777)	-	(87,777)
Net profit	-	-	-	-	11,324	11,324
Total recognised income and expenses	-	-	-	(87,777)	11,324	(76,453)
<b>As at 31 December 2006</b>	<b>908,560</b>	<b>374,082</b>	<b>8,314</b>	<b>(90,366)</b>	<b>(86,467)</b>	<b>1,114,123</b>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

**Changes in share capital**

The Company's issued and paid up share capital increased by 4,189,900,774 new ordinary shares of US\$0.10 each pursuant to the conversion of S\$364.4 million convertible bonds from the First Convertible Bonds (defined hereinafter), issuance of 3,611,360,700 Rights Shares pursuant to a Rights Issue (defined hereinafter) exercise and the exercise of 861,000 option shares during the year ended 31 December 2007. The said conversions, rights issue and exercise of option shares increased share capital and share premium by approximately S\$632.5 million and S\$1.87 billion respectively during the year.

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As at 31 December 2007, an additional 110,181,818 and 416,666,666 new ordinary shares of US\$0.10 each may be issued upon full conversion of the remaining convertible bonds from the First Convertible Bonds and Second Convertible Bonds (defined hereinafter) respectively. The number of additional new ordinary shares that may be issued have taken into account the adjusted conversion prices of the First Convertible Bonds and Second Convertible Bonds pursuant to the completion of the Rights Issue.

**Share Options**

On 8 September 2005, the Board of Directors adopted an Employee Share Option Scheme ("scheme") where 63,206,000 option shares were granted to selected executive employees and certain directors of the Group, its ultimate holding company and certain of its subsidiaries. The scheme is one-off and there will be no further issue of any options under this scheme. The options granted can only be exercised by the grantees with effect from the third year of the offer date and the number of new shares comprised in the options which a grantee can subscribe for from the third year onwards shall be subject to a maximum of 12.5%, rounded up to the next 1,000 shares of the allowable allotment for each grantee. The scheme is for a duration of ten years and the options expire on 7 September 2015.

The initial exercise price for each option share is US\$0.1876, fixed at a price equal to the average of the middle market quotations of the shares of the Company on Central Limit Order Book International ("CLOB International") (on which the Company's shares were quoted and traded at that time), for forty market days immediately preceding the offer date.

At the Extraordinary General Meeting ("EGM") held on 8 August 2007, the Company's shareholders approved certain amendments to the scheme. The Remuneration Committee considered it necessary to amend some of the existing rules of the scheme to provide flexibility to make certain adjustments to the terms of the share options granted under the scheme to be in line with industry practice. The proposed amendments include adjustments to be made to the number and exercise price of the option shares. As a result of the Rights Issue, the abovementioned exercise price per share and number of option shares outstanding have been adjusted in accordance with the formulae outlined in the offer circular dated 23 July 2007. The adjusted exercise price per share is US\$0.1658.

As at 31 December 2007, the number of unissued option shares (after incorporating adjustments for the Rights Issue) in the Company under the scheme are as follows:

<b>Date of grant of options</b>	<b>Adjusted exercise price per share (US\$)</b>	<b>Adjusted number of option shares granted</b>	<b>Adjusted number of option shares exercised</b>	<b>Adjusted number of option shares forfeited</b>	<b>Adjusted number of option shares outstanding as at 31 December 2007</b>
8 September 2005	0.1658	71,530,693	(861,000)	(6,902,989)	63,766,704

**Convertible bonds**

**a) S\$425.0 million Convertible Bonds due 2012 ("First Convertible Bonds"):**

The Company had on 12 January 2007 issued the First Convertible Bonds, which were initially convertible into approximately 673,747,622 fully paid-up new ordinary shares of US\$0.10 each of the Company at a conversion price of S\$0.6308 per share. The First Convertible Bonds are convertible from 7 February 2007 to 31 December 2011. The new ordinary shares, upon issue, shall rank pari passu with the existing ordinary shares of the Company. The First Convertible Bonds were listed and quoted on the Singapore Exchange Securities Trading Limited with effect

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from 15 January 2007. As at 31 December 2007, S\$364.4 million from the First Convertible Bonds have been converted into 577,679,074 new ordinary shares of US\$0.10 each of the Company. As a result of the Rights Issue, adjustments have been made to the conversion price of the First Convertible Bonds based on the formulae provided in the offering circular of the First Convertible Bonds dated 9 January 2007. The adjusted conversion price for the First Convertible Bonds with effect from 17 September 2007 is S\$0.55 per share. The adjustment to the conversion price resulted in the increase in the number of ordinary shares that may be issued pursuant to the conversion of the remaining S\$60.6 million unconverted convertible bonds from 96,068,548 new ordinary shares to 110,181,818 new ordinary shares.

As at 31 December 2007, the S\$425.0 million proceeds from the First Convertible Bonds have been fully utilised as follows:

<b>Utilisation</b>	<b>Amount S\$'000</b>
Cost of issuance	6,003
Subscription of shares in Resorts World at Sentosa Pte. Ltd. ("RWS") via Star Eagle Holdings Limited	<u>418,997</u>
Total proceeds	<u><u>425,000</u></u>

**b) S\$450.0 million Convertible Bonds due 2012 ("Second Convertible Bonds"):**

The Company had on 26 April 2007 issued the Second Convertible Bonds, which were initially convertible into approximately 363,401,437 fully paid-up new ordinary shares of US\$0.10 each of the Company at a conversion price of S\$1.2383 per share. The Second Convertible Bonds are convertible from 22 May 2007 to 16 April 2012. The new ordinary shares, upon issue, shall rank pari passu with the existing ordinary shares of the Company. The Second Convertible Bonds were listed and quoted on the Singapore Exchange Securities Trading Limited with effect from 27 April 2007. As at 31 December 2007, none of the Second Convertible Bonds have been converted into ordinary shares of the Company.

As a result of the Rights Issue, adjustments have been made to the conversion price of the Second Convertible Bonds based on the formulae provided in the offering circular of the Second Convertible Bonds dated 25 April 2007. The adjusted conversion price with effect from 17 September 2007 is S\$1.08 per share. The adjustment to conversion price of the Second Convertible Bonds also resulted in an adjustment to the number of ordinary shares that may be issued pursuant to the conversion of the remaining S\$450.0 million convertible bonds from 363,401,437 new ordinary shares to 416,666,666 new ordinary shares.

As at 31 December 2007, the proceeds from the Second Convertible Bonds have been fully utilised as follows:

<b>Utilisation</b>	<b>Amount S\$'000</b>
Cost of issuance	6,559
Purchase of 25% equity interest in RWS	256,129
Subscription of shares in RWS via Star Eagle Holdings Limited	<u>187,312</u>
Total proceeds	<u><u>450,000</u></u>

**Renounceable underwritten rights issue (“Rights Issue”)**

The renounceable underwritten Rights Issue of 3,611,360,700 new ordinary shares (“Rights Shares”) was made on the basis of 3 Rights Shares for every 5 existing ordinary shares held by the shareholders as at 17 August 2007 (the book closure date) and at an issue price of S\$0.60 for each Rights Share. The Rights Issue was oversubscribed and raised gross proceeds of approximately S\$2.17 billion for the Company. The Rights Issue was approved by the Company’s shareholders at the EGM on 8 August 2007 and was completed on 18 September 2007 with the listing and quotation of 3,611,360,700 Rights Shares on the official list of the Singapore Exchange Securities Trading Limited.

As at 31 December 2007, the proceeds from the Rights Issue have been utilised as follows:

<b>Utilisation</b>	<b>Amount S\$’000</b>
Cost of issuance	23,437
Part repayment of the outstanding bridging loan taken by the Group for the acquisition of Genting Stanley in 2006	519,475
Working capital	87,475
	<u>630,387</u>
Balance unutilised	1,536,429
Total proceeds	<u><u>2,166,816</u></u>

**Genting International Group Performance Share Scheme (“PSS”)**

The Company recognises the fact that the services of the Group’s employees and directors are important to the on-going development, growth and success of the Group and is, therefore, introducing the PSS which will give the Company more flexibility in relation to the Group’s remuneration package for its employees and allow the Group to better manage its fixed overheads. Group executives and executive and non-executive directors are eligible to participate in the PSS. The Company will deliver shares granted under an award by issuing new shares to the participants. The awards represent the right of a participant to receive fully-paid shares free of charge, upon the participant satisfying the criterias set out in the PSS. The number of shares to be granted to a participant shall be determined at the absolute discretion of the Remuneration Committee, which shall take into account criteria such as his/her rank, job performance, level of responsibility, his/her contribution to the success and development of the Group and the extent of effort with which the performance target may be achieved within the performance period. The total number of shares which may be issued and/or issuable pursuant to awards granted under the PSS on any date shall not exceed 208,853,893 shares and when added to the number of shares issued and/or issuable under such other share-based incentives schemes of the Company, shall not exceed 5% of the total number of shares of the Company from time to time. The PSS shall continue to be in force at the discretion of the Remuneration Committee, subject to a maximum period of 10 years, commencing from adoption date, provided always that the PSS may continue beyond the stipulated period with the approval of the Company’s shareholders by ordinary resolution in general meeting and of any relevant authorities which may then be required. The PSS was approved by the Company’s shareholders at the EGM held on 8 August 2007. As at 31 December 2007, no shares have been awarded under the PSS.

**1(d)(iii) Total number of issued shares excluding treasury shares as at the end of the current financial year and as at the end of the immediately preceding year.**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Total number of issued shares	9,631,156,201	5,441,255,427

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have been audited in accordance with International Standards on Auditing.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Please refer to Attachment I for the "Independent Auditor's Report" for the year ended 31 December 2007 by PricewaterhouseCoopers.

**4. Whether the same accounting policies and methods of computation as in the group's most recently audited annual financial statements have been applied.**
**a) Accounting for First Convertible Bonds and Second Convertible Bonds**

The Company issued its First Convertible Bonds and Second Convertible Bonds during the year. The fair value of the derivative financial instrument component embedded in the convertible bonds is determined at issuance of the convertible bonds with the residual amount being allocated to the value of the bond liability component. The derivative financial instrument component is remeasured at each accounting date. Resulting gains or losses arising from subsequent fair value remeasurements of derivative financial instruments are taken to the income statement. The fair value of derivative financial instruments are determined by using valuation techniques with assumptions mainly based upon market conditions at each balance sheet date. The bond liability component is recorded as a liability on an amortised cost basis until extinguished on conversion or maturity of the bonds.

**b) Change in Company's functional currency**

The Company changed its functional currency from United States Dollars ("US\$") to Singapore Dollars ("S\$") with effect from 1 April 2007, the S\$ being its currency of primary funding and expenditure. The change has been accounted for prospectively. The consolidated financial statements will continue to be presented in S\$.

**c) Completion of Purchase Price Allocation ("PPA") exercise**

On 15 September 2006, the Group through its wholly-owned subsidiary, Genting International Investment (UK) Limited made a recommended cash offer for the entire issued and to be issued ordinary share capital of Genting Stanley at a price of 860 pence per share. As at 6 October 2006, the offer became unconditional in all respects. Genting Stanley subsequently became a wholly-owned subsidiary of the Group.

The value of assets (including intangible assets) and liabilities of Genting Stanley ensuing from the acquisition had initially been determined based on provisional fair values assigned to identifiable assets and liabilities on acquisition date and were not allocated to the Group's cash generating units ("CGUs") pending finalisation of the PPA exercise. Any adjustments to

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these provisional values upon finalisation of the PPA exercise were to be recognised within 12 months from acquisition date as permitted by IFRS 3.

The Group engaged an independent valuation firm to assist in the PPA exercise and the said exercise has been completed. The effects of the PPA exercise is summarised in Note 5(b). These adjustments will be accounted for as if they had been recognised on acquisition date and adjusted in the comparative financial statements.

Other than as mentioned above, the accounting policies and methods of computation adopted for the current accounting year are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2006.

**5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

a) Change in functional currency:

The Company changed its functional currency from US\$ to S\$ on 1 April 2007. The financial statements continued to be presented in S\$. The change in functional currency has the following effects for the Group and Company as at 1 April 2007:

	<b>Group</b>		<b>Company</b>	
	Before change S\$'000	After change S\$'000	Before change S\$'000	After change S\$'000
Share capital	963,152	879,511	963,152	879,511
Share premium	500,849	467,520	517,736	482,588
Share options reserve	8,206	7,542	8,206	7,542
Equity portion of cash flow hedge in jointly controlled entity	2,314	2,280	-	-
Exchange translation reserve	(56,477)	66,963	(109,832)	231
Retained earnings/(accumulated losses)	170,134	164,362	(26,728)	(17,338)
<b>Total shareholders' equity</b>	<b>1,588,178</b>	<b>1,588,178</b>	<b>1,352,534</b>	<b>1,352,534</b>

b) Finalisation of the Purchase Price Allocation ("PPA") exercise

The following items would be restated in the comparative balance sheet as at 31 December 2006 pursuant to the finalisation of the PPA exercise:

	<b>As at 31 December 2006</b>		
	Before finalisation of PPA S\$'000	After finalisation of PPA S\$'000	PPA adjustments S\$'000
Property, plant and equipment	519,685	459,177	(60,508)
Intangible assets	2,258,865	2,326,047	67,182
Trade and other payables	(168,111)	(178,915)	(10,804)
Deferred taxation	(519,281)	(515,151)	4,130

Other than as mentioned above, there were no changes in the accounting policies and methods of computation as compared to those adopted in the most recently audited financial statements.

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6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

(Singapore cents)	Year ended 31 December	
	2007	2006
Basic – based on weighted average no. of shares in issue	(5.08) cents	0.92 cents
On a fully diluted basis	(5.51) cents	0.91 cents

The basic loss per ordinary share for the year ended 31 December 2007 has been calculated based on Group loss attributable to shareholders of approximately S\$381,450,000 divided by the weighted average number of ordinary shares of 7,512,336,517 in issue during the financial year.

The diluted loss per ordinary share for the year ended 31 December 2007 has been calculated based on Group adjusted loss attributable to shareholders of S\$440,077,000 divided by the fully diluted weighted average number of ordinary shares of 7,988,891,771. The adjusted loss attributable to shareholders is arrived at by adding back interest expense and deducting fair value gain on derivative financial instruments from the Group loss attributable to shareholders for the current year assuming conversion of all the First Convertible Bonds and Second Convertible Bonds on the date of issue.

The basic and diluted earnings per ordinary share for the year ended 31 December 2006 have been calculated based on the Group's profit attributable to shareholders of approximately S\$56,909,000 divided by the weighted average number of ordinary shares of 6,157,908,581 (adjusted retrospectively for rights issue) in issue during the financial year and the fully diluted number of ordinary shares of 6,229,439,273 (adjusted retrospectively for rights issue) respectively.

7. **Net asset value (“NAV”) for the issuer and group per ordinary share based on the issued share capital of the issuer at the end of the (a) current period reported on; and (b) immediately preceding financial year.**

(Singapore cents)	31 December 2007	31 December 2006
Group	35.29 cents	24.59 cents
Company	38.75 cents	20.48 cents

Net asset value per ordinary share as at 31 December 2007 and 31 December 2006 are calculated based on the number of issued shares of the Company at those dates of 9,631,156,201 and 5,441,255,427 shares respectively.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**  
**(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

Group revenue increased to S\$749.4 million for the financial year, compared to revenue in 2006 of S\$292.9 million. The increase is mainly due to an increase in revenue of S\$496.6 million from the Group's UK casino operations. Revenue contribution from Genting Stanley was included only in the last quarter of 2006 as Genting Stanley only became a subsidiary from 6 October 2006 onwards. Dividend income, however, is lower in the current financial year compared to the previous year.

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The Group conducted its annual impairment review on its assets during the financial year after completing the PPA exercise mentioned in Note 4(c). The review indicated that the Group had suffered an impairment loss of S\$454.6 million on goodwill arising from its acquisition of Genting Stanley in 2006. The impairment is largely attributable to the increase in gaming duty rates by the UK government effective April 2007, after the Group's acquisition of Genting Stanley. The increase in gaming duty took the UK gaming industry by surprise as it was made without any prior consultation and indication. The smoking ban which came into full effect throughout the UK from July this year has also adversely impacted the gaming business. Details of the changes in gaming duty and smoking ban are further described in Note 10.

For the current financial year, the change in gaming duty rates resulted in higher gaming duties of approximately S\$19.2 million (£6.4 million). Management has taken steps to address the immediate and longer term impact of the smoking ban, including the modification of its casinos to enable access to external smoking areas, where possible.

In addition to the abovementioned, the other factors that contributed to the results of the financial year are as follows:

- a) Higher profit before interest expense from UK casino operations of S\$53.4 million compared to profit before interest expense of S\$23.9 million in 2006;
- b) Fair value gain on derivative financial instruments of S\$83.0 million from valuation of the derivative financial instrument portion of the bonds issued during the financial year; and
- c) Lower fair value loss on financial assets at fair value through profit or loss of S\$1.2 million compared to the loss recognised in 2006 of S\$26.9 million.

The effect of the above has been reduced by:

- a) Higher interest expense on borrowings of S\$99.4 million for the financial year ended 31 December 2007 compared to S\$15.6 million incurred in 2006. This arose mainly on interest on bank borrowings as well as from the First Convertible Bonds and the Second Convertible Bonds;
- b) An impairment loss of S\$18.1 million on an option to purchase land in the UK by a subsidiary. The option was entered into in October 2004 and had expired on 16 July 2007;
- c) A net foreign exchange loss of S\$2.6 million for the current financial year compared against a foreign exchange gain of S\$51.1 million in 2006; and
- d) A lower dividend income of S\$0.2 million in the current financial year compared to S\$14.6 million in 2006.

The Group also accounted for a deferred tax credit of S\$44.4 million during the financial year. The deferred tax credit was mainly attributable to a reduction in corporate tax rate in the UK from 30% to 28% with effect from 1 April 2008, unutilised capital allowances carried forward and over accrual of S\$7.9 million in prior years. Deferred tax assets or liabilities are measured at tax rates that are expected to apply to the period when the asset is realised or liability is settled. The Group also applied group tax relief to its subsidiaries in the UK to reduce its current year tax expense to S\$5.2 million.

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**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**Completion of Rights Issue**

The Company successfully allotted and issued 3,611,360,700 Rights Shares raising approximately S\$2.17 billion in gross cash proceeds on 17 September 2007. The 3,611,360,700 Rights Shares were listed and quoted on the official list of the Singapore Exchange Securities Trading Limited on 18 September 2007. As at 31 December 2007, the Company has utilised approximately S\$630.4 million from the gross proceeds received from the rights issue as described in Note 1(d)(ii) above.

**Investment in RWS**

During the financial year, the Group, through its wholly-owned subsidiary, Star Eagle Holdings Limited ("Star Eagle") increased its investment in RWS from S\$27.2 million to S\$525.0 million by way of subscription of 497,812,500 new ordinary shares of S\$1.00 each for cash. RWS, incorporated in Singapore, is a special purpose vehicle principally engaged in the development and operation of the Sentosa Integrated Resort. RWS has been awarded the project to develop the integrated resort on Sentosa Island, Singapore. Star Cruises Asia Holding Ltd ("SC Asia"), a wholly owned subsidiary of Star Cruises Limited ("SCL") had similarly increased its investment in RWS from S\$9.1 million to S\$175.0 million by way of subscription of 165,937,500 new ordinary shares of S\$1.00 each. On 27 March 2007, the Company entered into an agreement with SCL whereby the Company had, through Star Eagle, agreed to acquire SCL's 175,000,000 ordinary shares at a purchase consideration of S\$255.0 million. The acquisition was completed on 29 May 2007. As a result of the acquisition, RWS is currently a wholly-owned subsidiary of Star Eagle.

On 29 June 2007, the Company through Star Eagle further increased its shareholding in RWS from 700.0 million to 800.0 million ordinary shares by way of subscription of 100,000,000 new ordinary shares in RWS for a cash consideration of S\$100.0 million. The Company again increased its shareholding in RWS through Star Eagle on 3 December 2007 from 800.0 million to 900.0 million ordinary shares by way of subscription of another 100,000,000 new ordinary shares for a cash consideration of S\$100.0 million.

RWS had on 1 March 2007 entered into a Development Agreement with Sentosa Development Corporation and has paid S\$624.2 million for lease of the land on which the integrated resort will be developed. RWS commenced work shortly thereafter and the official ground breaking ceremony was held on 16 April 2007. The lease of land has been accounted for as a prepaid lease payment on the balance sheet and will be amortised over the lease period of 60 years.

**Conversion of S\$364.4 million convertible bonds from First Convertible Bonds issue**

The Company had on 12 January 2007 and 26 April 2007 issued the First Convertible Bonds and Second Convertible Bonds respectively, totaling S\$875.0 million, of which net proceeds of S\$865.8 million were received.

As at 31 December 2007, S\$364.4 million convertible bonds from the First Convertible Bonds issue have been converted into 577,679,074 fully paid-up new ordinary shares of US\$0.10 each in the Company at the initial conversion price of S\$0.6308 per share. The new ordinary shares issued rank pari passu with the existing ordinary shares of the Company.

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**Macau**

During the first quarter of the year, Genting Star Limited (“GSL”), a wholly-owned subsidiary, entered into and completed the disposal of its 25 ordinary shares of US\$1.00 each representing 25% of the issued share capital of New Orisol Investments Limited (“New Orisol”) and all the outstanding shareholder’s loans in the aggregate amount of HK\$58.5 million advanced to New Orisol by GSL have been assigned to SC Asia, a wholly-owned subsidiary of SCL, for a total consideration of HK\$58.5 million.

**Disposal of international betting operations**

Genting Stanley had on 22 March 2007 completed the disposal of its 50% interest in its international betting operations for a cash consideration of S\$3.3 million (£1.0 million). The disposal was effective from 1 January 2007. In addition to the basic consideration of S\$3.3 million, Genting Stanley is entitled to a share of the after tax profits from this disposed unit over the next three years, subject to a maximum aggregate of approximately S\$15.0 million (£5.0 million). For 2007, the share of profits will be one-third followed by 25% and 20% of the after tax profits respectively for 2008 and 2009. The impact of the 2007 share of profits have not been accounted for in the current year as it will be determined upon finalisation of the disposed international betting operations’ year-end after tax results.

**Impairment of goodwill on acquisition of Genting Stanley**

As per the requirements of IAS 36, all assets that have an indefinite life are not subject to amortisation and are tested annually for impairment. An impairment loss is recognised for the amount by which the asset’s carrying amount exceeds its recoverable amount. In compliance with the requirements of IAS 36, the Group has reviewed for impairment Genting Stanley’s casino licences, trademarks and goodwill. The review using the value-in-use method indicated that there is an impairment loss of S\$454.6 million on the goodwill arising from its acquisition of Genting Stanley in 2006. The impairment reduced goodwill on acquisition of Genting Stanley in the balance sheet to S\$342.2 million as at 31 December 2007.

**Acquisition of shares in Rank Group plc**

As at 31 December 2007, Palomino Limited, a wholly-owned subsidiary of the Group has acquired approximately 10.5% of the total issued and paid-up share capital of Rank Group plc, a company listed on the London Stock Exchange. Rank Group plc is the second largest bingo and casino operator in the UK and it also operates online gaming operations.

Other than the above and as disclosed in the other notes, there has been no material factors that affected the cash flow, working capital, assets or liabilities of the Group.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

No forecast or prospect statement has been disclosed to shareholders.

- 10. A commentary at the date of the announcement of the competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

**United Kingdom**

The Group's casino operations accept bets on a number of games and there is a risk that it could lose rather than win on a particular bet. Although historically the casino operations have maintained a satisfactory winning margin, there is no assurance that this will continue to be maintained for any specific quarter or reporting period.

During the year, changes were made to the UK Gaming Duty bands and rates. From 1 April 2007, the 2.5% starting rate of gaming duty was abolished; the next band of 12.5% was increased to 15% and a new rate of 50% was introduced on gross yield from gaming in excess of £10.0 million per accounting period of six months for each casino. The changes were imposed without prior indication or consultation with the UK gaming industry and have since had a negative effect on the profit performance of the Group.

From July 2007, the UK Government implemented a smoking ban in all public enclosed areas in England and Wales, in addition to Scotland where the smoking ban was implemented in March 2006. This ban has had an adverse impact on the gaming business of the Group. Management is cognisant of the impact of this ban and has taken steps to address the matter, such as modifying its casinos where possible to enable access to external smoking areas for the convenience of its players.

The Group has applied for ten new casino licences under the Gambling Act, 1968 ("1968 Act"). Of these, six have been granted, namely Nottingham, Sheffield, Liverpool, Glasgow, Hull and Reading, one has been rejected and another has been withdrawn for commercial reasons. Nottingham was opened in May 2007 and Liverpool in December 2007. The remaining two applications are still being processed.

The Gambling Act 2005 ("2005 Act"), enacted to replace the 1968 Act, introduced new regulatory requirements for the UK casino industry. These included the ability to advertise and to provide incentives which allow operators to offer more player packages which are more competitive internationally. The 2005 Act also resulted in a requirement to remove so-called s21 machines which has had a negative impact on slots results. Looking forward, the overall consumer climate is considered to be cautious and is expected by management to have an impact on disposable incomes and accordingly trading results.

The 2005 Act also includes provisions for new casino licences to be awarded. 17 new casinos were initially proposed by the UK Government but the draft order to give effect to them was subsequently rejected by the House of Lords. In a written ministerial statement published on 16 July 2007, the new Secretary of State for Culture, Media and Sport commented that whilst there was clear consensus across all parties that the 8 Large and 8 Small casinos should proceed (following further confirmation from the relevant local authorities of their continued desire to license new casinos), there was no such consensus on the regional casino. While the outcome of the debate over the new casinos remains uncertain, the Group intends to tender for new 2005 Act licences, where and when appropriate.

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**Singapore**

On 28 May 2007, the shareholders of the Company approved the acquisition of SCL's 175,000,000 ordinary shares, representing 25% equity interest in RWS held through SCL's wholly-owned subsidiary SC Asia for a purchase consideration of S\$255.0 million. Pursuant to the acquisition, the Company now has full control over *Resorts World at Sentosa* in Singapore. The Group is confident and optimistic about the prospects of *Resorts World at Sentosa*.

On 6 November 2007, RWS announced that it was revising its budget from S\$5.2 billion to S\$6.0 billion. The revised budget takes into account improvements made to hotel and resort design for higher value guests, transportation and access infrastructure in the Resort and the rising costs of construction. On 6 February 2008, RWS obtained S\$4.0 billion credit facilities for its integrated resort development, subject to final documentation. The credit facilities would fund two-thirds of the estimated project costs, with the remaining to be funded through equity raised by the Company from internal funds and proceeds received from its rights issue in 2007.

Construction is on track for the Resort's soft opening in early 2010. More than S\$600 million in construction contracts that range from road diversion works to reclamation and the basement carpark works have been awarded to date. Another S\$1 billion worth of building contracts will be awarded by early 2008. As at 31 December 2007, more than 50 per cent of the overall substructure, reclamation and road diversion works have been completed.

Development costs incurred for the construction and development of *Resorts World at Sentosa* is capitalised and classified as construction-in-progress in property, plant and equipment under non-current assets.

The Company is also in discussions with the Singapore Sports Hub Consortium ("Consortium") in relation to the building of a hotel in the Sports Hub.

**Online gaming**

The Group recently applied for and received approval from the Singapore Exchange Securities Trading Limited on 3 January 2008 for the conduct of gaming operations (including online gaming) in Alderney (British Channel Islands) and/or the United Kingdom. With this approval, the Group through Genting Stanley Alderney Limited, a newly incorporated wholly-owned subsidiary, intends to apply to the Alderney Gambling Control Commission for an online gaming licence. As at 22 February 2008, the online gaming licence application is currently being processed.

**Effect of convertible bond issues**

The Company had on 12 January 2007 and 26 April 2007 issued the First Convertible Bonds and Second Convertible Bonds respectively, totaling S\$875.0 million.

The Group's derivative financial instruments arising from the conversion option embedded in its convertible bonds are initially recognised at fair value and remeasured at each accounting date. Resulting gains or losses arising from subsequent fair value remeasurements of derivative financial instruments are taken into account in the income statement. The impact of a fair value gain on derivative financial instruments of S\$83.0 million and an interest charge of S\$24.4 million. Market fluctuation will result in changes in fair values of the derivative financial instruments, which may result in volatility in the Group's financial results.

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**11. Dividend**

No dividend has been declared or recommended for the financial year ended 31 December 2007.

No dividend was declared or paid for the financial year ended 31 December 2006.

**PART II - INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**

**12. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

**(a) Business segments**

	<b>Leisure and Hospitality S\$'000</b>	<b>Group Investments S\$'000</b>	<b>Total S\$'000</b>
<b>2007</b>			
<b>Revenue</b>			
- Casino revenue	684,926	-	684,926
- Sales and marketing services revenue	19,048	-	19,048
- Information technology related services revenue	20,040	-	20,040
- Dividend income	-	202	202
- Interest income	-	25,184	25,184
	<u>724,014</u>	<u>25,386</u>	<u>749,400</u>
<b>Results</b>			
Segment results	66,623	5,028	71,651
Fair value gain on derivative financial instruments			83,034
Impairment losses on intangible assets	(454,556)	(18,099)	(472,655)
Fair value losses on financial assets at fair value through profit or loss	-	(1,160)	(1,160)
Loss from operations	(387,933)	(14,231)	(319,130)
Share of results of jointly controlled entities	-	(3,028)	(3,028)
Finance costs			(99,388)
Loss from ordinary activities before taxation			(421,546)
Taxation			<u>38,718</u>
Net loss for the financial year			<u>(382,828)</u>

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	<b>Leisure and Hospitality S\$'000</b>	<b>Group Investments S\$'000</b>	<b>Total S\$'000</b>
<b>2007</b>			
<b>Other information</b>			
<b>Assets</b>			
Segment assets	3,508,150	1,780,256	5,288,406
Jointly controlled entities	-	6,644	6,644
Retirement benefit assets	2,354	-	2,354
Tax recoverable			491
Deferred tax assets			203
Consolidated total assets			<u>5,298,098</u>
<b>Liabilities</b>			
Segment liabilities	218,127	19,531	237,658
Derivative financial instruments			57,209
Borrowings			1,145,547
Deferred tax liabilities			458,722
Consolidated total liabilities			<u>1,899,136</u>
<b>Other disclosures</b>			
Depreciation of property, plant and equipment	38,972	659	39,631
Amortisation of intangible assets	28	-	28
Writeback of impairment loss on available-for-sale financial assets	-	(544)	(544)
Capital expenditure	1,123,877	94	1,123,971

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	<b>Group</b>		
	<b>Leisure and Hospitality S\$'000</b>	<b>Investments S\$'000</b>	<b>Total S\$'000</b>
<b>2006</b>			
<b>Revenue</b>			
- Casino revenue	188,315	-	188,315
- Sales and marketing services revenue	18,875	-	18,875
- Information technology related services revenue	19,186	-	19,186
- International betting	27,436	-	27,436
- Dividend income	-	14,595	14,595
- Interest income	-	24,499	24,499
	<u>253,812</u>	<u>39,094</u>	<u>292,906</u>
<b>Results</b>			
Segment results	38,452	53,073	91,525
Realisation of foreign exchange gain on repayment of intercompany loan previously recognised in equity	-	21,081	21,081
Fair value losses on financial assets at fair value through profit or loss	-	(26,945)	(26,945)
Profit from operations	38,452	47,209	85,661
Share of results of jointly controlled entities	(174)	(1,887)	(2,061)
Finance costs			(15,629)
Profit from ordinary activities before taxation			67,971
Taxation			(10,036)
Net profit for the financial year			<u>57,935</u>

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	<b>Leisure and Hospitality S\$'000</b>	<b>Group Investments S\$'000</b>	<b>Total S\$'000</b>
<b>2006</b>			
<b>Other information</b>			
<b>Assets</b>			
Segment assets	2,915,019	577,997	3,493,016
Jointly controlled entities	115	12	127
Tax recoverable			1,132
Deferred tax assets			93
Retirement benefit assets			1,815
Consolidated total assets			<u>3,496,183</u>
<b>Liabilities</b>			
Segment liabilities	168,487	21,800	190,287
Borrowings			1,437,311
Deferred tax liabilities			515,151
Consolidated total liabilities			<u>2,142,749</u>
<b>Other disclosures</b>			
Depreciation of property, plant and equipment	10,707	-	10,707
Amortisation of intangible assets	28	-	28
Impairment loss			
- available-for-sale financial assets	-	137	137
- receivables	59	-	59
Capital expenditure	2,708,257	-	<u>2,708,257</u>

**(b) Secondary reporting format**
**Geographical segments**

Geographically, the main business segments of the Group are concentrated in Asia Pacific and the UK. Included in the Asia Pacific segment is the Group's sales and marketing services and information technology services relating to the Group's leisure and hospitality related businesses, investment, development and operation of integrated resorts. Included in the UK segment is the Group's casino operations and investment in shares of quoted corporations.

Revenue is based on the location in which the customer is located. Sales between the segments are eliminated. Segment assets and capital expenditure are based on where the assets are located.

Capital expenditure represents additions to property, plant and equipment, prepaid lease payments and intangible assets, including additions resulting from acquisitions through business combinations.

**Revenue**

	<b>Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Malaysia	40,289	38,590
Singapore	19,782	23,060
Asia Pacific (excluding Malaysia and Singapore)*	233	249
United Kingdom	689,096	203,571
Europe (excluding United Kingdom)	-	27,436
	749,400	292,906

**Total Assets**

	<b>Group</b>	
	<b>2007</b>	<b>2006</b>
	<b>S\$'000</b>	<b>S\$'000</b>
Malaysia	74,739	68,063
Singapore	2,605,103	473,764
Asia Pacific (excluding Malaysia and Singapore)*	13,368	10,598
United Kingdom	2,588,569	2,901,534
Europe (excluding United Kingdom)	494	36,220
Others	15,825	6,004
	5,298,098	3,496,183

**Capital Expenditure**

	Group	
	2007 S\$'000	2006 S\$'000
Malaysia	2,404	1,236
Singapore	983,222	8,672
Asia Pacific (excluding Malaysia and Singapore)*	21	23
United Kingdom	138,324	2,698,326
	1,123,971	2,708,257

\* Principally from China, Hong Kong, Indonesia, India, Thailand and Australia.

**13. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.**

The increase in revenue in the Leisure & Hospitality segment and in the UK is largely due to casino revenue contribution pursuant to the acquisition of Genting Stanley which was completed in 2006. This was, however, set off by a reduction in international betting revenue pursuant to the disposal of the Group's betting operations in Europe. The reduction in revenue in the Investment segment is mainly due to lower dividend income.

The impairment loss of S\$454.6 million on the Leisure & Hospitality segment resulted in the segment realising a loss from operations of S\$387.9 million for the year. The said impairment was made on goodwill arising from the Group's acquisition of Genting Stanley.

The Investment segment also suffered an impairment loss, arising from the expiry of an option to purchase land in the UK, of S\$18.1 million as well as a fair value loss on financial assets at fair value through profit or loss of S\$1.2 million. Both the impairment loss and fair value loss resulted in the Investment segment recognising a loss from operations of S\$14.2 million for the year.

**14. A breakdown of revenue and operating profit is as follows:-**

	Financial Year 2007 S\$'000	Financial Year 2006 S\$'000	% change
<b>Group</b>			
(a) Revenue reported for first half year	388,776	60,697	>100
(b) Operating profit/(loss) after tax before deducting minority interests reported for first half year	12,411	(68,994)	(>100)
(c) Revenue reported for second half year	360,624	232,209	55
(d) Operating (loss)/profit after tax before deducting minority interests reported for second half year	(395,239)	126,929	(>100)

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**15. A breakdown of total annual dividend (in dollar value) for the issuer's latest full year and its previous full year is as follows:-**

<b>(a) Ordinary</b>	Not applicable
<b>(b) Preference</b>	Not applicable
<b>(c) Total</b>	Not applicable

**16. Interested persons transactions for the twelve month period ended 31 December 2007**

<b>Name of interested persons</b>	<b>Aggregate value of all interested person transactions (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) S\$'000</b>	<b>Aggregate value of all interested person transactions conducted under shareholders' mandate (excluding transactions less than S\$100,000 pursuant to Rule 920) S\$'000</b>
Resorts World Group - provision of sales and marketing services - provision of information technology, implementation, support and maintenance services - consultancy services on concept and design, maintenance of entertainment lounges - licensing fee	18,261 - 1,617 107	- 15,179 - -
Star Cruises Group - rental of office - purchase of 25% equity interest in a subsidiary # - purchase of investment in an associate* - disposal of investment in an associate*	- - (11,502) 11,465	(101) (255,000) - -
Genting Berhad - provision of information technology, implementation, support and maintenance services - provision of management services	- -	1,225 (1,324)
Asiatic Development Berhad - provision of information technology, implementation, support and maintenance services	-	639
Oakwood Sdn Bhd - rental of office	-	(754)

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<b>Name of interested persons</b>	<b>Aggregate value of all interested person transactions (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920) S\$'000</b>	<b>Aggregate value of all interested person transactions conducted under shareholders' mandate (excluding transactions less than S\$100,000 pursuant to Rule 920) S\$'000</b>
Rich Hope Limited - rental of apartment	-	(316)
Ambadell Pty Ltd - letting of office space - management services	- -	(18) 115
International Resorts Management Services Pte Ltd - professional design consultancy and master-planning services	(6,057)	-

\* The associate is a subsidiary of SC Asia

# Approval from the Company's shareholders was obtained at an Extraordinary General Meeting held on 28 May 2007

**17. Board of Directors' assurance**

As at the date of this announcement, the Board of Directors confirm that, to the best of their knowledge, the Directors are not aware of any circumstances that may render the financial results contained in this announcement to be false or misleading.

BY ORDER OF THE BOARD  
Declan Thomas Kenny  
Company Secretary  
24 February 2008

**The Independent Auditor's Report below is included in the full financial statements of the Company for the financial year ended 31 December 2007**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
GENTING INTERNATIONAL PUBLIC LIMITED COMPANY**

(Incorporated in the Isle of Man with limited liability No. 24706C)

We have audited the accompanying financial statements of Genting International Public Limited Company (the "Company") and its subsidiaries (the "Group") set out on pages [ ] to [ ], which comprise the balance sheets of the Company and of the Group as at 31 December 2007, and the statement of changes in equity of the Company, the consolidated income statement, consolidated statement of changes in equity and consolidated cash flow statement of the Group for the year then ended, and a summary of significant accounting policies and other explanatory notes.

*Directors' Responsibility for the Financial Statements*

The Company's directors are responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Isle of Man Companies Act, 1931 to 2004 and International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the balance sheet and statement of changes in equity of the Company and the consolidated financial statements of the Group give a true and fair view of the financial position of the Company and of the Group as at 31 December 2007, the changes in equity of the Company and of the Group for the year then ended, and the results and cash flows of the Group for the year then ended in accordance with the provisions of the Isle of Man Companies Act, 1931 to 2004 and International Financial Reporting Standards.

PricewaterhouseCoopers  
Certified Public Accountants  
Singapore